

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
BOARD OF RETIREMENT
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CALIFORNIA**

**INVESTMENT COMMITTEE MEETING
Wednesday, May 24, 2023
9:00 A.M.**

MINUTES

Chair Tagaloa called the meeting to order at 9:00 a.m.

Recording Secretary administered the Roll Call attendance.

Attendance was as follows:

Present: Adele Tagaloa, Chair; Roger Hilton; Shawn Dewane; Jeremy Vallone;
Richard Oates; Chris Prevatt; Arthur Hidalgo

Present via Zoom (under Government Code Section
54953(f)): Charles Packard, Vice Chair

Also Present: Suzanne Jenike, Assistant CEO, External Operations; Molly Murphy, CFA,
Chief Investment Officer; Shanta Chary, Director of Investments; David
Beeson, Director of Investments; Tarek Turaigi, CFA, Senior Investment
Officer; Ada Chen, CFA, Investment Officer; Emma Ji, CFA, Investment
Analyst; Ryan Durr, Investment Analyst; Mitchell Peterson, Investment
Analyst; Duc Nguyen, CFA, Investment Analyst; Gina Ratto, General
Counsel; Manuel Serpa, Deputy General Counsel; Javier Lara, Visual
Technician; and Carolyn Nih, Recording Secretary

Guests: Meketa Investment Group: Steve McCourt, CFA; Laura Wirick, CFA, CAIA;
Stephanie Sorg, CAIA; Mary Bates (Zoom)
Aksia: Trevor Jackson; Mike Krems, CFA; Nic DiLoretta; Laura Meck
Townsend: Felix Fels, Rob Kochis (Zoom), Prashant Tewari

Absent: Wayne Lindholm (attended via zoom as member of public); Shari
Freidenrich; Steve Delaney, Chief Executive Officer

PUBLIC COMMENTS- None

CONSENT AGENDA

C-1 COMMITTEE MEETING:

Approval of Meeting and Minutes

Investment Committee Meeting

Recommendation: Approve minutes.

April 19, 2023

MOTIONED by Mr. Hilton, **SECONDED** by Mr. Prevatt, to approve consent agenda.

The motion passed **unanimously**.

CIO COMMENTS

Ms. Murphy shared that while the market is still unpredictable, at this time, the OCERS portfolio is up 4% from the end of last year. The markets are trying to bounce back, but the investment team will be monitoring the US Congress debt ceiling discussion as that will strongly affect the markets.

Mr. Vallone arrived at 9:13am (during CIO Comments).

Mr. Packard arrived via zoom at 9:17am.

ACTION ITEM

A-1 BOARD MEMBER STATEMENT REGARDING PARTICIPATION VIA ZOOM (IF NECESSARY) (Government Code section 54953(f))

Mr. Packard petitioned to attend via Zoom due to family emergency.

MOTIONED by Mr. Dewane, **SECONDED** by Mr. Hilton, to approve petition for Mr. Packard to attend the meeting via Zoom.

The motion passed **unanimously**.

INFORMATION ITEMS

Presentations

I-1 MEKETA 1Q 2023 PORTFOLIO EVALUATION REPORT

Presentation by Laura Wirick, CFA, CAIA & Stephanie Sorg, CAIA, Meketa

I-2 MEKETA 1Q 2023 PORTFOLIO RISK REPORT

Presentation by Steve McCourt, CFA, Meketa

I-3 AKSIA 3Q 2022 PRIVATE EQUITY PERFORMANCE UPDATE

Presentation by Trevor Jackson, Mike Krems, CFA, Aksia

I-4 ASSET CLASS REVIEW – PRIVATE EQUITY & UNIQUE STRATEGIES

Presentation by Trevor Jackson, Mike Krems, CFA, Aksia; Stina Walander-Sarkin, OCERS

The Board recessed for break at 10:32 a.m.

The Board reconvened from break at 10:48 a.m.

Recording Secretary administered the Roll Call attendance.

ACTION ITEMS

A-2 PRIVATE EQUITY PACING PLAN

Presentation by David Beeson, Director of Investments, OCERS, and Trevor Jackson, Mike Krems, CFA, Aksia

Recommendation: Approve updating 2023 pacing plan to \$750 million and approve 2024 pacing plan of \$750 million in private equity commitments.

MOTIONED by Mr. Dewane, **SECONDED** by Mr. Prevatt, to approve staff recommendation.

The motion passed **unanimously**.

A-3 REAL ASSETS PACING PLAN

Presentation by David Beeson, Director of Investments, OCERS, and Trevor Jackson, Nic DiLoretta, Aksia

Recommendation: Approve the updated 2023 pacing plan of \$350 million - \$400 million in real assets commitments.

MOTIONED by Mr. Hidalgo, **SECONDED** by Mr. Dewane, to approve staff recommendation.

The motion passed **unanimously**.

A-4 PRIVATE INCOME STRATEGIES PACING PLAN

Presentation by Tarek Turaigi, CFA, Sr Investment Officer, OCERS, and Mary Bates, Meketa

Recommendation: Approve the private income strategies pacing plan of \$400 million per year on a rolling three-year basis.

MOTIONED by Mr. Dewane, **SECONDED** by Mr. Hilton, to approve staff recommendation.

The motion passed **unanimously**.

A-5 BENCHMARKS REVIEW AND INVESTMENT POLICY STATEMENT APPROVAL

Presentation by Molly Murphy, CFA, CIO, OCERS, and Stephanie Sorg, CAIA, Steve McCourt, CFA, and Laura Wirick, CFA, CAIA, Meketa

Recommendation: Approve the updates to the Investment Policy Statement.

MOTIONED by Mr. Dewane, **SECONDED** by Mr. Oates, to approve staff recommendation.

The motion passed **unanimously**.

A-6 CUSTODIAN RFP OUTCOMES AND APPROVAL

Presentation by David Beeson, Director of Investments, OCERS

Recommendation: Approve State Street Bank and Trust Company (incumbent) for Custody Services subject to successful contract negotiations.

MOTIONED by Mr. Dewane, **SECONDED** by Mr. Prevatt, to approve staff recommendation.

The motion passed **unanimously**.

WRITTEN REPORTS

R-1 MANAGER SELECTIONS & TERMINATIONS REPORT

Written Report

R-2 PORTFOLIO ACTIVITY & COMPLIANCE

Written Report

R-3 SECURITIES LITIGATION UPDATE

Written Report

R-4 MEKETA CAPITAL MARKETS OUTLOOK & RISK METRICS

Written Report

R-5 ANNUAL REVIEW OF CUSTODY RELATIONSHIP

Written Report

Mr. Hilton pulled the R-3 Securities Litigation Update and asked about the securities litigation monitoring firms that were recently hired and if any new firms were hired. Ms. Ratto responded that, of the five firms hired, two were incumbents and three are new firms.

Ms. Ratto explained that the selection of Securities Litigation Monitoring firms is governed by Securities Litigation Policy and is delegated to OCERS' staff by policy. Contract terms are 6 years, and that we maintain 2-5 firms under contract. She further stated that the RFP process and the selection is overseen by the General Counsel with approval from CEO. The Securities Litigation policy is regularly reviewed by the Governance Committee.

The Board recessed for break at 11:37 a.m.

The Board reconvened from break at 11:48 a.m.

Recording Secretary administered the Roll Call attendance.

INFORMATION ITEMS

Presentations

I-5 THE TOWNSEND GROUP REAL ESTATE MARKET VIEWS

Presentation by Prashant Tewari and Felix Fels, Townsend

COMMITTEE MEMBER COMMENTS - None

CHIEF EXECUTIVE OFFICER/STAFF/CONSULTANT COMMENTS - None

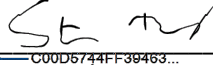
COUNSEL COMMENTS- None


The meeting **ADJOURNED** at 12:38pm.

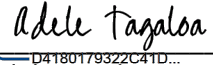
Submitted by:

Submitted by:

Approved by:

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Steve Delaney
Secretary to the Committee

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Molly Murphy
Staff Liaison

DocuSigned by:

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Adele Tagaloa
Chair